

2022-2023 Budget

Budget Public Hearing
May 2, 2022

Topics of Discussion

- Property Taxes
- Budget Overview
- Personnel Changes
- General Fund
- Other Funds
- Water/Sewer Funds and Rate Changes
- Next Steps

Property Tax Millage Rates

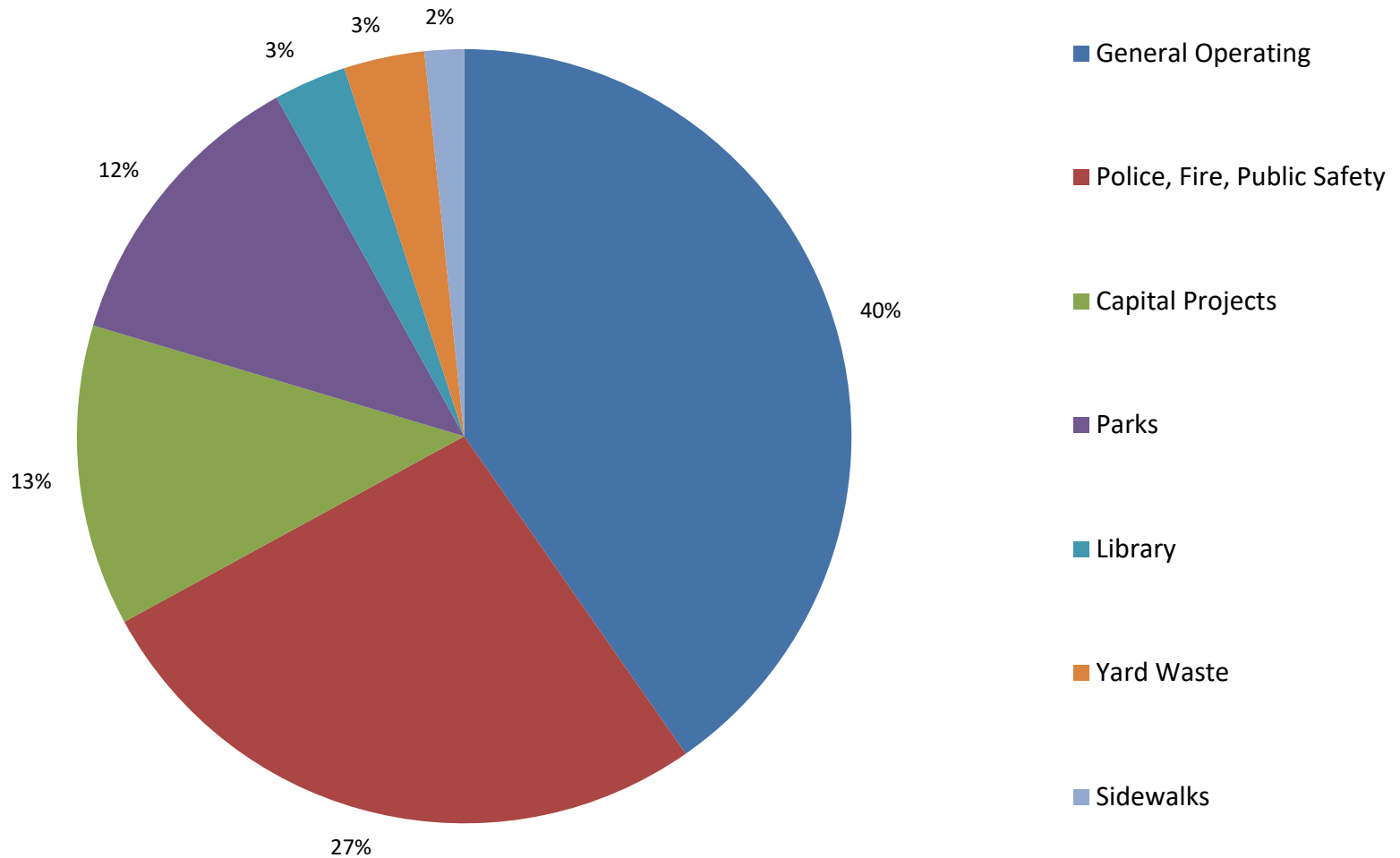
City of Wyoming, Michigan Property Tax Millage Rate Schedule

	Actual						Budget	With Income Tax	With Income Tax
	2017	2018	2019	2020	2021	2022	2023	2023	2024
General Operations	4.6695	4.8938	4.8938	4.8571	4.8347	4.7945	4.7206	7.1450	4.6000
Fire Services	0.7500	0.7487	0.7487	0.7430	0.7394	0.7332	0.7219	0	0
Police Services	1.2500	1.2478	1.2478	1.2384	1.2326	1.2223	1.2034	0	0
Parks & Recreation	1.5000	1.4973	1.4973	1.4860	1.4791	1.4668	1.4442	0	0
Sidewalks	0.2000	0.1996	0.1496	0.1484	0.1974	0.1957	0.1926	0	0
Yard Waste	0.3500	0.3500	0.4000	0.4000	0.4000	0.4000	0.4000	0.4000	0.4000
Library Maintenance	0.3700							0	0
Library Debt Service								0	0
Library Ops/Parks Capital		0.3693	0.3693	0.3665	0.3648	0.3617	0.3561	0	0
Capital Projects	1.5678	1.5650	1.5650	1.5532	1.4960	1.4960	1.4960	0	0
Public Safety	1.2500	1.2477	1.2477	1.2383	1.2348	1.2245	1.2056	0	0
Total Mills	11.9073	12.1192	12.1192	12.0309	11.9788	11.8947	11.7404	7.5450	5.0000

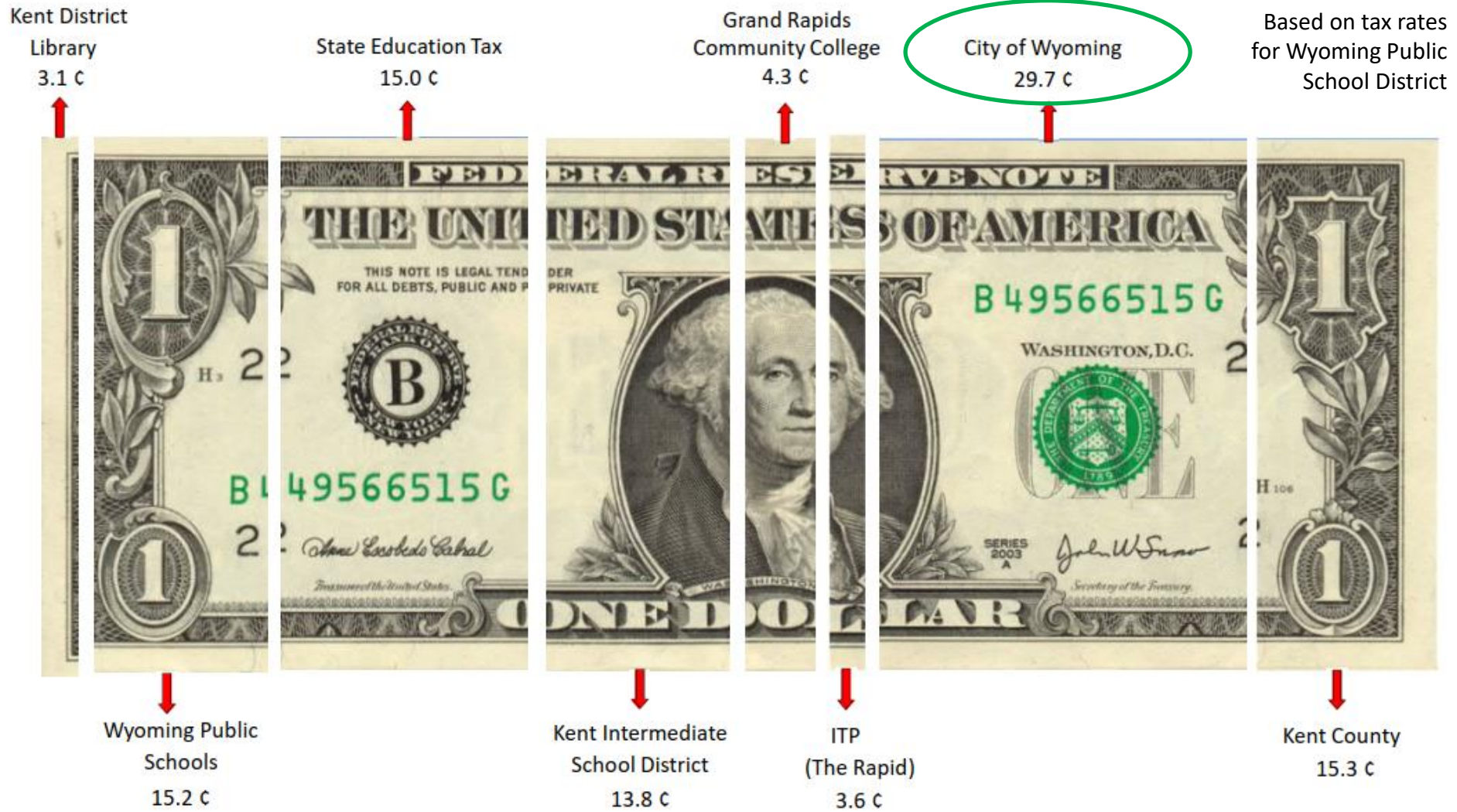
	Authorized*	Headlee Limit	Levied	Available
Charter-Aggregate	11.0900	10.1482	10.1348	0.0134
Charter-Public Safety	1.2500	1.2056	1.2056	-
State-Yard Waste	3.0000	2.6853	0.4000	2.2853
Total Tax Rate	15.3400	14.0391	11.7404	2.2987

* Millage Authorized by Election, Charter, etc.

Breakdown of City Tax



Where does my tax dollar go?



2023 Summary of Funds Included in Budget

	Estimated Beginning Fund Balance	Revenues and Other Sources	Expenditures and Other Uses	Excess (Deficiency)	Fund Balance End of Year
General Fund	\$ 11,999,907	\$ 38,464,491	\$ 39,276,026	\$ (811,535)	\$ 11,188,372
Major Streets	1,399,772	7,825,826	6,522,039	1,303,787	2,703,559
Local Streets	1,604,059	2,555,648	2,573,241	(17,593)	1,586,466
Public Safety	153,237	3,127,158	3,252,626	(125,468)	27,769
Fire	89,395	1,872,888	1,934,163	(61,275)	28,120
Police	1,514,687	3,129,329	3,473,975	(344,646)	1,170,041
Parks & Recreation	1,473,713	4,295,185	4,231,097	64,088	1,537,801
Sidewalk Snow Removal	221,977	502,104	502,084	20	221,997
Solid Waste Disposal	862,740	1,049,111	1,213,808	(164,697)	698,043
Building Inspections	1,665,043	1,702,255	1,721,605	(19,350)	1,645,693
Community Dev. Block Grant	-	1,224,003	1,224,003	-	-
Indigent Defense	-	-	-	-	-
Drug Law Enforcement	37,128	-	30,000	(30,000)	7,128
Capital Improvement	1,031,909	3,970,086	4,026,784	(56,698)	975,211
Library Maintenance	133,463	983,450	807,000	176,450	309,913
Federal Grants Fund	-	85,000	85,000	-	-
Sewer Total	13,268,828	23,578,974	24,970,218	(1,391,244)	11,877,584
Water Total	8,651,659	26,684,436	27,271,750	(587,314)	8,064,345
Motor Pool Total	5,880,622	6,488,156	5,004,444	1,483,712	7,364,334
Capital Projects Revolving	4,226,153	20,634	409,840	(389,206)	3,836,947
Total	\$ 54,214,292	\$ 127,473,734	\$ 128,529,703	\$ (970,969)	\$ 53,243,323

Insurance, Pension, and OPEB Funds

Funds That Are Not Approved as Part of City's Budget (provided for informational purposes only):

	Estimated Beginning Fund Balance	Revenues and Other Sources	Expenditures and Other Uses	Excess (Deficiency)	Fund Balance End of Year
Self Insurance Funds:					
General Liability	\$ 2,570,909	\$ 521,787	\$ 505,273	\$ 16,514	\$ 2,587,423
Fleet Insurance	591,928	154,316	167,592	(13,276)	578,652
Property Insurance	1,712,022	151,853	292,586	(140,733)	1,571,289
Life Insurance	12,919	31,000	29,880	1,120	14,039
Worker's Compensation	3,445,291	686,654	543,741	142,913	3,588,204
Health Insurance	7,339,042	9,656,775	9,155,591	501,184	7,840,226
Dental Insurance	313,929	375,845	380,930	(5,085)	308,844
Self Insurance Sub-Total	15,986,040	11,578,230	11,075,593	502,637	16,488,677
Pension Fund	215,470,130	18,241,615	15,145,064	3,096,551	218,566,681
OPEB Fund	68,861,204	6,576,616	2,883,670	3,692,946	72,554,150
Total	\$ 300,317,374	\$ 36,396,461	\$ 29,104,327	\$ 7,292,134	\$ 307,609,508
Less Admin Fee Between Funds			(282,212)		

Summary of Personnel Changes

2022 FTE Budget	356.5
Indigent Defense Administrator	1.0
Assistant City Attorney	1.0
Assistant to City Attorney from part-time to full-time	0.5
Police Officers	8.0
Police Sergeants	2.0
Patrol Car Detailer	0.5
Firefighters	7.0
Building Inspections Trainee	1.0
Deputy Director of Public Works	1.0
2023 FTE Budget	378.5

General Fund – Revenue

	2022 Adopted Budget	2022 Amended Budget	2022 Estimated Amount	2023 Proposed Budget
Revenue				
Taxes	\$ 13,265,108	\$ 13,265,108	\$ 13,178,817	\$ 13,761,513
Licenses and Permits	1,090,000	1,090,000	1,030,633	1,010,685
Federal Grants	5,000	566,910	522,492	455,000
State Grants	7,506,221	7,722,854	7,832,766	8,313,270
Contributions from Local Units	398,895	463,895	335,000	273,461
Charges for Service	4,407,403	4,407,403	4,406,906	4,479,018
Fines and Forfeitures	1,500,000	1,500,000	1,000,000	1,000,000
Interest and Rentals	325,660	325,660	352,660	371,080
Other Revenues	139,227	157,868	183,539	114,700
Other Financing Sources	7,832,780	7,832,780	7,832,780	8,685,764
Revenue Totals	<u>36,470,294</u>	<u>37,332,477</u>	<u>36,675,593</u>	<u>38,464,491</u>

General Fund Expenditures

	2022 Adopted Budget	2022 Amended Budget	2022 Estimated Amount	2023 Proposed Budget
Expenditures				
Personnel Services	28,112,874	29,088,233	29,069,108	30,145,480
Supplies	741,985	858,785	811,569	700,508
Other Services and Charges	7,407,981	7,930,308	7,354,706	7,683,316
Capital Outlay	323,642	1,095,734	873,692	746,722
Transfers Out	-	4,000,000	4,007,091	-
Expenditure Totals	<u>36,586,483</u>	<u>42,973,060</u>	<u>42,116,166</u>	<u>39,276,026</u>

General Fund Capital Highlights

• Information Technology – Maintenance & Upgrades	\$261,848
• Public Safety – 6 Additional Cruisers	391,800
• Public Safety – Fire Training Captain Vehicle	63,000
• Public Safety – Academy Sponsorship Program	60,000
• Public Safety – Vehicle Extrication Equipment	52,000
• Public Safety – CSU Workstations & Computers	38,000
• Public Safety – FLOCK Camera Annual Use & Fees	<u>30,000</u>
	\$896,648

General Fund – 2023 Budget

	2022 Adopted Budget	2022 Amended Budget	2022 Estimated Amount	2023 Proposed Budget
Revenue Totals	\$ 36,470,294	\$ 37,332,477	\$ 36,675,593	\$ 38,464,491
Expenditure Totals	36,586,483	42,973,060	42,116,166	39,276,026
Change in Fund Balance	(116,189)	(5,640,583)	(5,440,573)	(811,535)
Fund Balance, Beginning	17,440,480	17,440,480	17,440,480	11,999,907
Fund Balance, Ending	\$ 17,324,291	\$ 11,799,897	\$ 11,999,907 28.5%	\$ 11,188,372 28.5%

Minimum Fund Balance Target = 16.7%

General Fund - 5X5

	FYE Estimate 2022	Budget 2023	Projected 2024	Projected 2025	Projected 2026	Projected 2027
Beginning Reserves	\$ 17,440,480	\$ 11,999,907	\$ 11,188,372	\$ 9,702,901	\$ 7,715,532	\$ 5,079,924
Revenues	36,675,593	38,464,491	37,879,278	38,443,477	38,900,488	39,367,619
Expenses	42,116,166	39,276,026	39,364,749	40,430,845	41,536,097	42,654,715
Surplus or (Deficit)	(5,440,573)	(811,535)	(1,485,471)	(1,987,368)	(2,635,609)	(3,287,096)
Ending Reserves	\$ 11,999,907	\$ 11,188,372	\$ 9,702,901	\$ 7,715,532	\$ 5,079,924	\$ 1,792,828
	28.5%	28.5%	24.6%	19.1%	12.2%	4.2%

Minimum Fund Balance Target = 16.7%

Includes 100% of personnel costs

Includes average of \$500,000 in capital outlay for 2024-2026

Includes 100% of retiree health care (OPEB) funding for 2024-2026

Capital Projects Revolving Fund

• Police Carpet and Base	\$175,000
• Courts Garage Column Repair	50,000
• Police Facility Maintenance	43,750
• Police Access Card Upgrades	22,000
• Courts Facility Maintenance	18,750
• Veterans Park Wall Caps	<u>15,000</u>
	\$324,500

Looking Forward

- OPEB (Retiree Health Insurance) Costs
 - FY 2023 annual recommended contribution \$1,737,271
 - Over \$11,446,267 in unfunded liability remains
- State Revenue Sharing/PPT Reimbursements
 - State of Michigan budget has not yet been approved
 - Funding remains uncertain for the future
- Ballot Proposals
 - Inadequate funding for Police, Fire and Parks capital should the proposals not pass

Other Fund Highlights

Library Maintenance and Parks Capital Fund:

• Carpet and upholstery	\$ 340,000
• Sealant and tuckpointing	15,000
• Lift purchase	<u>8,000</u>
	\$ 363,000

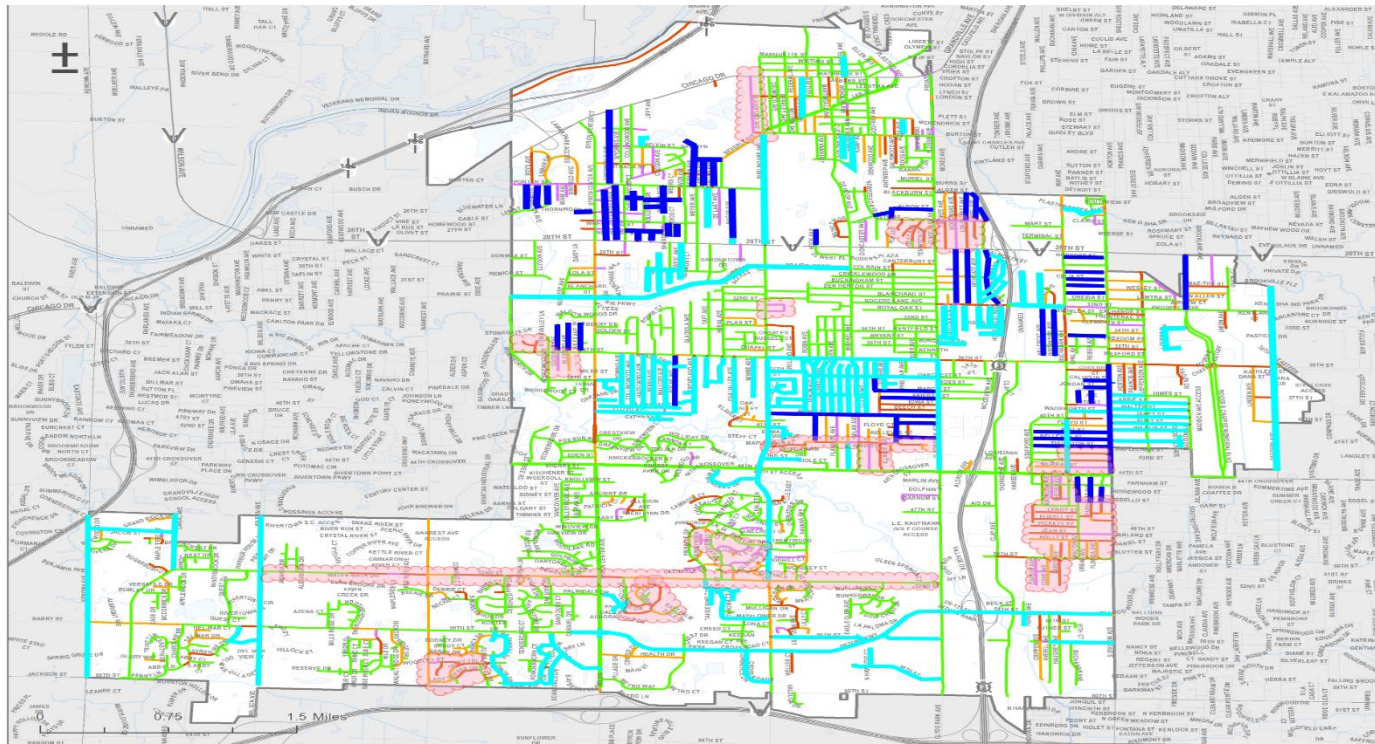
Motor Pool Fund:

• Seven replacement vehicles	\$ 369,000
• Equipment	<u>305,500</u>
	\$ 674,500

Parks & Recreation – Highlights

• Lemery Park – Restroom Replacement	\$ 250,000
• Gezon Park - Security Cameras	50,000
• Marquette Park - Kimble Field Demolition	40,000
• Marquette Park - Professional Services	30,000
• Communications Cellular (Multiple Parks)	23,400
• Kelloggsville Park - Security Cameras	20,000
• Kelloggsville Park - Parking Lot Resurfacing	<u>20,000</u>
	\$ 433,400

Major & Local Streets – Highlights



CITY OF
Wyoming
MICHIGAN

PASER Ratings
2021
City of Wyoming
Kent County, MI

PASER2021

- 1 (Poor)
- 2
- 3
- 4
- 5-10 (Good)

- Proposed Construction Project
2021-2025
- Proposed Watermain Project
2021-2029
- Future Resurfacing Area

GVMC
REGIS
Date: 7/26/2021

Budgeted activities included for FY 2023:

- \$3,000,000 dedicated to resurfacing
- Continuation of durapatching and crack sealing

Sewer Fund – Highlights

• Transformer and MCC Upgrade	\$1,500,000
• Plant Upgrades	1,500,000
• Sliplining Sewer Mains	560,000
• AMI Meter Replacements	550,000
• Solid Residuals Reduction Study	125,000
• Wilson Avenue Forcemain	85,000
• Effluent Water Pumping System	75,000
• Mallards Cove Sewer	75,000
• Building Roof Replacement	<u>70,000</u>
	\$4,540,000

Water Fund – Highlights

• HS Discharge Valve & Actuators	\$1,600,000
• Gezon Generator	1,200,000
• Dehumidification Phase II	1,000,000
• Watermains	1,000,000
• AMI meter replacements	550,000
• Turbidimeters	135,000
• Replacement Online Fluoride Analyzer	130,000
• Remote Site PLC Upgrade	110,000
• Raw Water Actuators	80,000
• AI for Pump Operation	<u>60,000</u>
	\$5, 865,000

Payment In Lieu of Taxes

Sewer \$249,682

Water 54,981

To General Fund \$304,663

Residential Impact (5/8" Meter)

\$2.72 per quarter

\$10.88 per year

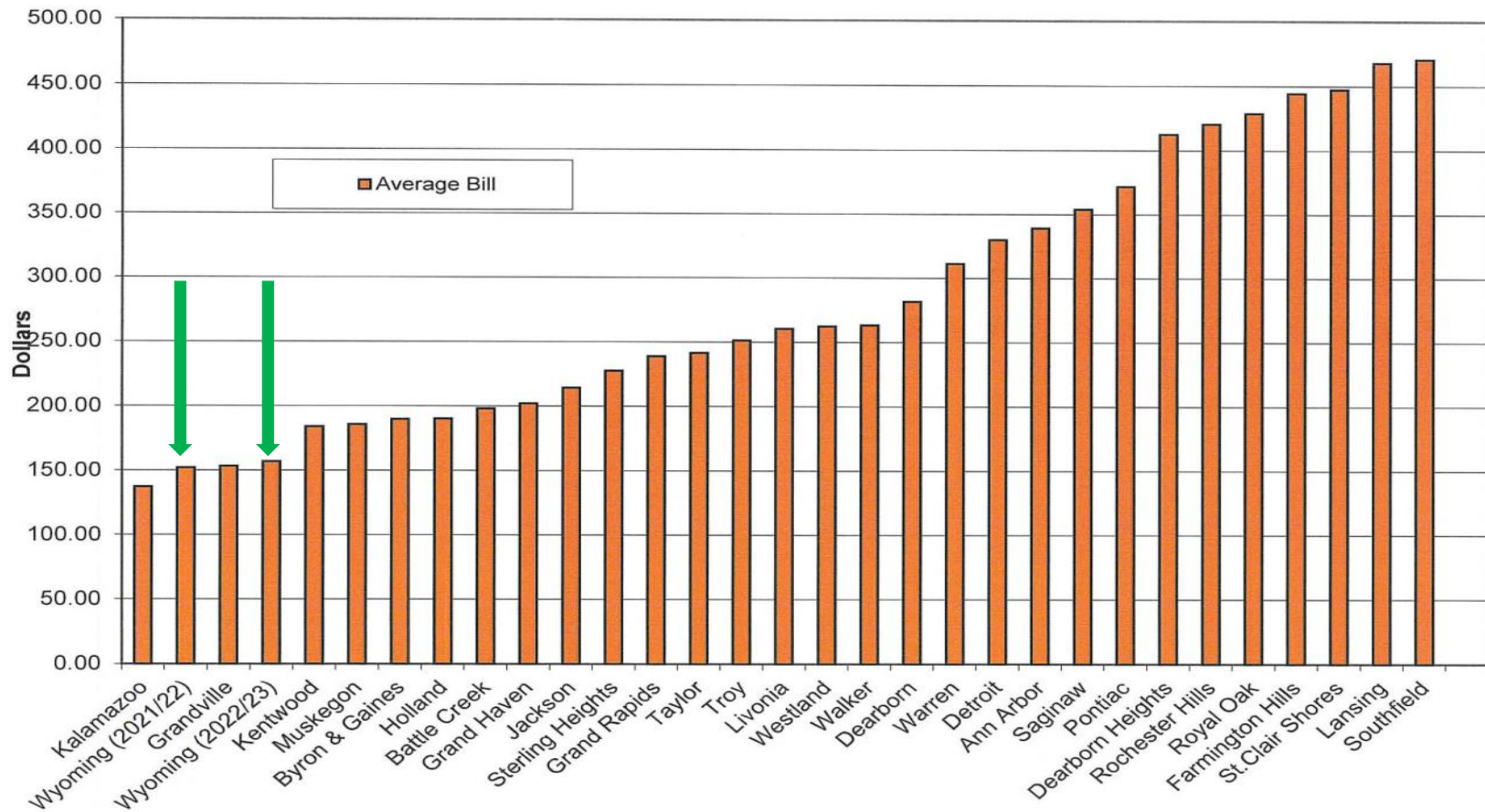
Sewer & Water Rate Changes

<u>Fiscal Year</u>	<u>Ready to Serve</u>	<u>Rate per HCF</u>	<u>Ave. Winter Quarter Bill</u>	<u>Ave. Non-Winter Quarter Bill</u>
Water FY 2022	\$24.37	\$1.50	\$50	\$76
Water FY 2023	24.74	1.61	52	80
Sewer FY 2022	18.23	3.13	72	80
Sewer FY 2023	18.50	3.16	73	81
Quarterly Total FY 2022			\$122	\$156
Quarterly Total FY 2023			\$125	\$161

Overall Impact of 3.1%

Average Residential Non-Winter Quarterly Water & Sewer Bill

Average Residential Non-Winter Quarter Water & Sewer Bill - February 2022



Success

Community, Safety, Stewardship

- No millage increase
- Budgeted to make full annual pension and OPEB contributions
- Pension plan has reached fully funded status
- Target reserves have been met
- Yearly asset management obligations met, with plans to meet future obligations
- Distribution system materials inventory ongoing with meter changeouts and AMI installation
- PFAS levels nearly non-detectable

Next Steps

May 9 Work Session

- Budgets for Component/Related Units
 - Downtown Development Authority (DDA)
 - Brownfield Redevelopment Authority
 - Greater Wyoming Community Resource Alliance
 - Grand Valley Regional Biosolids Authority (GVRBA)
 - Community Enrichment Commission

May 16 Regular Meeting

- Final Budget Approval